

**ABSTRACT OF THE DISCLOSURE**

A cigarette holding and dispensing apparatus includes a housing  
5 having a first and second dividing wall therein such that first, second and  
third compartment are defined within the housing. The first dividing wall  
has a vertical slot therein and into the first and third compartments. A  
covering is removably positioned on the housing. The covering has an  
aperture therein extending into the third compartment and an opening  
10 extending into said second compartment. A lighter may be positioned in  
the second compartment and a plurality of cigarettes may be positioned in  
the third compartment. An actuating assembly is mounted in the first  
compartment and extends into the third compartment through the first  
vertical slot for selectively lifting a cigarette upwardly through the  
15 aperture in the covering.